

Company Registration No. 135351 (Scotland)

Heather Fishing Company Limited

Abbreviated Accounts

For The Year Ended 31 March 2003



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COMPANIES HOUSE 23/01/04

HEATHER FISHING COMPANY LIMITED

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HEATHER FISHING COMPANY LIMITED

INDEPENDENT AUDITORS' REPORT TO HEATHER FISHING COMPANY LIMITED UNDER SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts set out on pages 3 to 5, together with the financial statements of the company for the year ended 31 March 2003 prepared under section 226 of the Companies Act 1985.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated accounts in accordance with section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Act to the Registrar of Companies and whether the accounts to be delivered are properly prepared in accordance with those provisions and to report our opinion to you.

Basis of audit opinion

We have carried out the procedures we considered necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared. The scope of our work for the purpose of this report did not include examining or dealing with events after the date of our report on the financial statements.

Opinion

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Companies Act 1985, and the abbreviated accounts on pages 3 to 5 are properly prepared in accordance with those provisions.

Other information

On ~~1 December 2003~~ we reported, as auditors of Heather Fishing Company Limited, to the members on the financial statements prepared under section 226 of the Companies Act 1985 for the year ended 31 March 2003, and our audit report was as follows:

"We have audited the financial statements of Heather Fishing Company Limited on pages 5 to 11 for the year ended 31 March 2003. These financial statements have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002), under the historical cost convention and the accounting policies set out therein.

This report is made solely to the company's members, as a body, in accordance with Section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

As described in the statement of directors' responsibilities on page 2 the company's directors are responsible for the preparation of the financial statements in accordance with applicable law and United Kingdom Accounting Standards.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you if, in our opinion, the directors' report is not consistent with the financial statements, if the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and transactions with the company is not disclosed.

We read the directors' report and consider the implications for our report if we become aware of any apparent misstatements within it.

HEATHER FISHING COMPANY LIMITED

INDEPENDENT AUDITORS' REPORT TO HEATHER FISHING COMPANY LIMITED (CONTINUE UNDER SECTION 247B OF THE COMPANIES ACT 1985)

Basis of audit opinion

We conducted our audit in accordance with United Kingdom Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error.

However the evidence available to us was limited because we were unable to obtain sufficient evidence relating to the recoverable amounts of fixed assets. As a result we were unable to form an opinion as to the appropriateness of the recoverable amounts of fixed assets - as disclosed in note 1.

In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Qualified opinion arising from limitation in audit scope

Except for any adjustments that might have been found to be necessary, had we been able to obtain sufficient evidence concerning the recoverable amounts of fixed assets, in our opinion the financial statements give a true and fair view of the state of the company's affairs as at 31 March 2003 and of its loss for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

In respect alone of the limitation on our work relating to the carrying values of fixed assets:

We have not obtained all the information and explanations that we considered necessary for the purposes of our audit."



Johnston Carmichael

Chartered Accountants
Registered Auditor



Bank House
Seaforth Street
Fraserburgh
AB43 9BB

HEATHER FISHING COMPANY LIMITED

ABBREVIATED BALANCE SHEET AS AT 31 MARCH 2003

| | Notes | 2003 £ | £ | 2002 £ | £ |
|--|-------|------------------|---|-----------------|---|
| Fixed assets | | | | | |
| Intangible assets | 2 | 57,771 | | 63,179 | |
| Tangible assets | 2 | 856,500 | | 898,367 | |
| | | <u>914,271</u> | | <u>961,546</u> | |
| Current assets | | | | | |
| Debtors | | 6,227 | | 8,354 | |
| Cash at bank and in hand | | 24,375 | | 14,239 | |
| | | <u>30,602</u> | | <u>22,593</u> | |
| Creditors: amounts falling due within one year | | <u>(293,846)</u> | | <u>(58,012)</u> | |
| Net current liabilities | | <u>(263,244)</u> | | <u>(35,419)</u> | |
| Total assets less current liabilities | | <u>651,027</u> | | <u>926,127</u> | |
| Creditors: amounts falling due after more than one year | 3 | (6,364) | | (249,994) | |
| Provisions for liabilities and charges | | (17,347) | | (26,801) | |
| Accruals and deferred income | | (11,564) | | - | |
| | | <u>615,752</u> | | <u>649,332</u> | |
| Capital and reserves | | | | | |
| Called up share capital | 4 | 484,110 | | 484,110 | |
| Share premium account | | 10,645 | | 10,645 | |
| Other reserves | | 100,000 | | 100,000 | |
| Profit and loss account | | 20,997 | | 54,577 | |
| Shareholders' funds | | <u>615,752</u> | | <u>649,332</u> | |

These abbreviated accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

The financial statements were approved by the Board on 25 September 2003

Kathleen McLeman
Director

K. McLeman

HEATHER FISHING COMPANY LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2003

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

1.2 Turnover

Turnover represents amounts receivable for goods and services net of VAT and trade discounts.

1.3 Fishing licence

Fishing licences are valued at cost less accumulated amortisation. Amortisation is calculated to write off the cost in equal annual instalments over their estimated useful lives.

1.4 Tangible fixed assets and depreciation

Tangible fixed assets other than freehold land are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

| | |
|-----------------------------|-------------------|
| Land and buildings Freehold | 2% straight line |
| Plant and machinery | 20% straight line |
| Motor vehicles | 20% straight line |
| Vessel & gear | 5% straight line |

1.5 Fixed Assets

Included in the notes to the accounts (intangible and tangible fixed assets) are the vessel, licence and quota which have combined carrying value of £820,605. Due to the difficulties being experienced in the fishing industry there is a limited market for these assets at the present time and the directors have been unable to assess their recoverable amounts. The financial statements do not include any adjustments that might result if recoverable amounts could be assessed.

HEATHER FISHING COMPANY LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2003

2 Fixed assets

| | Intangible assets £ | Tangible assets £ | Total £ |
|-----------------------|---------------------------|-------------------------|------------|
| Cost | | | |
| At 1 April 2002 | 81,075 | 1,258,959 | 1,340,034 |
| Additions | - | 23,254 | 23,254 |
| At 31 March 2003 | 81,075 | 1,282,213 | 1,363,288 |
| Depreciation | | | |
| At 1 April 2002 | 17,896 | 360,592 | 378,488 |
| Charge for the year | 5,408 | 65,121 | 70,529 |
| At 31 March 2003 | 23,304 | 425,713 | 449,017 |
| Net book value | | | |
| At 31 March 2003 | 57,771 | 856,500 | 914,271 |
| At 31 March 2002 | 63,179 | 898,367 | 961,546 |

3 Creditors: amounts falling due after more than one year

The aggregate amount of creditors for which security has been given amounted to £277,651 (2002 - £291,662).

4 Share capital

| | 2003 £ | 2002 £ |
|---|-----------|-----------|
| Authorised | | |
| 500,000 ordinary shares of £ 1 each | 500,000 | 500,000 |
| 100,000 14% redeemable cumulative participating preference shares of £ 1 each | 100,000 | 100,000 |
| | 600,000 | 600,000 |
| Allotted, called up and fully paid | | |
| 484,110 ordinary shares of £ 1 each | 484,110 | 484,110 |

5 Transactions with directors

Mrs K McLeman has a loan due by the company at 31 March 2003 of £3450 (2002 - £nil). This loan has no set repayment terms and no interest is charged.